

**Districts Mutual Insurance - Board of Directors' Meeting
Wisconsin Technical College Foundation Office
Waunakee, Wisconsin**

October 11, 2007 – Directly Following Strategic Planning Meeting

Present: Stan Hollmann, Doug Olson, Jim Blumreich, Barb Kieffer, Steven Stoeger-Moore; Mike Lanser (left at 3 p.m.)

Guests: Doug Ballweg; Strohm Ballweg, Jeff Carew; PMA (via teleconference 2:00 – 2:30 p.m.)

Recording Secretary: Geri Justinger (DMI Administrative Consultant)

1. Call to Order

Jim Blumreich, DMI President, called the meeting to order at 1:45 p.m.

2. Statement of Public Notice

The Board noted that it was in compliance with Wisconsin State Statutes 19.83 and 19.84. Notices of the meeting were posted at the respective colleges.

3. Approval of Minutes from:

July 19, 2007 – Board of Directors' Meeting.

Mr. Lanser moved, and Mr. Olson seconded, to approve the minutes; motion carried unanimously.

4. Financial Report – Doug Ballweg, Strohm Ballweg, LLP

Mr. Ballweg reviewed the reports with the group. The group discussed several checks.

Mr. Olson moved, and Mr. Hollmann seconded to approve the financial report from Strohm Ballweg. The motion carried unanimously.

5. Capital “Surplus” Proposal

Mr. Blumreich noted that at the Strategic Planning session the Board discussed various methodologies for the payment of overpaid capital. The group has proposed that \$113,625 per year to be paid out for the next three years. The first payment will be made by year end. Mr. Blumreich will draft a letter to send with the checks.

Ms. Kieffer moved, and Mr. Hollmann seconded to approve the Capital Surplus Proposal. The motion carried unanimously.

6. Investment Report – Jeff Carew, PMA

Mr. Carew reviewed the reports with the group. There was some discussion as to moving investments out longer than 2 years. Mr. Carew would like to invite the group to meet at the PMA offices in Milwaukee – also he would like to invite the group to visit the office in Warrenville, IL.

Mr. Lanser moved, and Mr. Hollmann seconded to approve the Investment Report from PMA. The motion carried unanimously.

7. Executive VP Report

a. URMIA Conference Report

Mr. Stoeger-Moore reported that this was a very beneficial conference – a number of “hot topics” were covered. He distributed the literature for next year’s conference and encouraged a Board member to attend. Mr. Olson offered to be the representative from the Board for the 2008 conference.

b. Builders’ Risk – Additional Exposures

Mr. Stoeger-Moore spoke to the group about the additional exposures that have been created from new construction projects. Normal procedure will continue to be that Mr. Stoeger-Moore will send invoices to Districts with updated premiums that reflect completed construction projects.

c. Critical Incident Prevention Management

Mr. Stoeger-Moore provided some information to the group for future consideration of contracting services.

d. Student Health / Accident Coverage Update

Mr. Stoeger-Moore stated that there will be a follow-up meeting tomorrow of the group at 9 a.m.

e. Cyber Risk Coverage Update

Mr. Stoeger-Moore reviewed the summary of the cyber risk coverage that currently exists. It was suggested that further resources be investigated to offer additional services in this area to the Members. Mr. Stoeger-Moore stated that the first step is completing the cyber risk level 0 assessments.

f. DMI Services Update

Mr. Stoeger-Moore explained that the level 0 assessments are being covered by the Insurance Trust. Additional monies were available to secure additional risk and loss control services for the Members. Currently they are researching time from a faculty member from CVTC.

g. Executive VP Health Benefits Update

The COBRA benefits that currently cover Mr. Stoeger-Moore expire at the end of this calendar year. Mr. Stoeger-Moore has been researching options. Mr. Blumreich asked Ms. Kieffer to talk to Ms. Baerwald at MPTC regarding the current coverages.

8. Executive Vice President Position*

Mr. Stoeger-Moore discussed with the DMI Board change in his family situation due to his spouse’s employment that would likely happen around the time of his current contract conclusion (June ‘08). This situation would likely necessitate a move out-of-state. Mr. Stoeger-Moore would like to look at opportunities to continue his employment with DMI. Mr. Stoeger-Moore stated that he wanted to bring this to the Board’s attention at this time so they would have ample time to have discussion and make decisions. Mr. Stoeger-Moore committed to continue perform the duties that have been essential in the past including campus visits, attendance at quarterly meetings, DMI Presents..., and any other required travel. He stated that the only compliance issue he can foresee is that the registered agent for the company must

have a Wisconsin address. Following Mr. Stoeger-Moore's discussion the Board voted to move into closed session.

Mr. Lanser moved, and Mr. Olson seconded, to move into executive session approve the motion; roll call vote, Blumreich – aye, Lanser – aye, Olson – aye, Hollmann – aye, Kieffer – aye – motion carried unanimously. Mr. Lanser moved, and Mr. Olson seconded, to move back into open session; roll call vote, Blumreich – aye, Lanser – aye, Olson – aye, Hollmann – aye, Kieffer – aye – motion carried unanimously.

9. Claims/Defense Expense**

Mr. Hollmann moved, and Ms. Kieffer seconded, to move into executive session approve the motion; roll call vote, Blumreich – aye, Olson – no, Hollmann – aye, Kieffer – aye – motion carried. Mr. Hollmann moved, and Ms. Kieffer seconded, to move back into open session; roll call vote, Blumreich – aye, Olson – aye, Hollmann – aye, Kieffer – aye – motion carried unanimously.

10. Update from Strategic Planning Meeting

Nothing for this topic.

11. Staffing – Loss Prevention Assistant

See item #7f

12. Adjourn

Mr. Olson moved, and Mr. Hollmann seconded to adjourn; motion carried unanimously.

Mr. Blumreich adjourned the meeting at 5:20 p.m.

*It is anticipated that this item will be discussed in Executive Session pursuant to WI statute 19.85 (1)(c)(e) for the purposes of considering employment, promotion, compensation or performance evaluation data of any public employee over which the governmental body has jurisdiction or exercises responsibility.

**It is anticipated that this item will be discussed in Executive Session pursuant to WI statute 19.85 (1)(f) for the purposes of considering personal information and investigations.

Approved by the DMI Board of Directors on January 24, 2008.

Respectfully Submitted,

Barb Kieffer
DMI Board Secretary